

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1754 - SB 1906

February 10, 2014

SUMMARY OF BILL: Removes the requirement that revenue bonds issued by airport authorities be approved by a resolution of the local legislative body and such resolution published in a newspaper of general circulation prior to issuance of the revenue bond; validates and ratifies any revenue bonds issued by airport authorities which were noncompliant with this requirement previously.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Not Significant

Other Fiscal Impact – Due to several unknown factors a precise impact to local government revenue cannot reasonably be determined; however, any impact will be permissive.

Assumptions:

- According to the Comptroller of the Treasury (COT), any fiscal impact to the agency as a result of the provisions of this legislation can be accommodated within existing resources, with existing staff.
- According to COT, the bill would allow airport authorities to refund outstanding obligations that previously were not authorized to be refunded. As a result of the legislation, airport authorities may be able to issue more debt.
- Any fiscal impact to local government revenue is indeterminable due to unknown factors such as how many revenue bonds were previously noncompliant and how validation and potential refunding of such bonds will impact airport authority revenues; however, any impact to local government is permissive.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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